

TUCSON SUPPLEMENTAL RETIREMENT SYSTEM BOARD OF TRUSTEES

AGENDA

DATE: Friday, October 28th, 2016

TIME: 8:30 am

PLACE: Arizona Inn – (Safari Room) 2200 East Elm Street, Tucson, AZ

Please Note: Legal action may be taken on any item listed on this agenda

Arizona Inn - Telephone: (520) 325-1541, Fax: (520) 881-5830 Directions: heading eastbound on Speedway from the intersection of Speedway and Stone, turn left (north) at Campbell, and continue to Elm Street, taking a right turn (east) onto Elm Street. Located in a residential zone on the right, approximately 3/10ths of a mile from Campbell (parking area will be to your left, directly in front of the Arizona Inn, on the left side of Elm Street).

Note: Breakfast Buffet is available, starting at 7:45am

Morning Agenda (call to order by 8:30am)

1) Consent Agenda (5 min)

- a. Approval of September 29th, 2016 TSRS Board Meeting Minutes
- b. Retirement ratifications for October 2016
- c. September 2016 TSRS Budget Vs Actual Expenses
- d. TSRS Portfolio Composition, Transactions and Performance Review September 2016

2) Guide to the Markets – Andrew Goldberg, J.P. Morgan Asset Management - Head of the U.S. Market Insights Strategy Team (45 min)

15 minute Morning Break (estimated at 9:30am)

3) Actuary Valuation Report for June 30, 2015 – Gabriel Roeder Smith & Assoc., - Leslie Thompson (60 min all items)

- a. June 30, 2016 TSRS DRAFT valuation report and discussion
- b. Recommended Contribution Rates for 2018 Plan Year Beginning July 1, 2017, Ending June 30, 2018
- c. Review of TSRS Funding Projections
- d. Comparison to other Arizona Plans
- e. Risk Sharing Features Including 50/50 split of TSRS
- f. Acceptance of 6/30/16 Draft Valuation Report, Adoption of FY18 Contribution Rates
- g. Education on Interest Rate Allocated to Member Balances (Note1)

4) TSRS External Legal Counsel - Catherine Langford

- a. Intent and Summary for TSRS Funding Policy (15 min)
- b. Arizona Constitution: Pension Provisions Refresher (15 min)
- c. Fiduciary Training (30 min)

5) Administrator's Report (10 min)

- a. Report on Office Operations and Key Facts and Figures From the Past Month
- b. Operational Highlight – Board Retreat Planning

Morning Time: 3 hours, 15 minutes (195 minutes)

Lunch Break (estimated time - 11:45am to 1:15pm)

**TUCSON SUPPLEMENTAL RETIREMENT SYSTEM
BOARD OF TRUSTEES
Notice of Regular Meeting / Agenda
DATE: Friday, October 29th, 2016**

Reconvene at 1:15pm

- 6) PIMCO Fund Manager–Matt Clark & Loren Sageser (60 min)**
 - a. PIMCO Update
 - b. Economic Outlook
 - c. Review of StockPlus Portfolio
 - d. Review of Diversified Income Portfolio
- 7) Education Session - Callan Associates - Gordon Weightman & John Pirone (60 min all items)**
 - a. Fixed Income Portfolio Composition
 - b. Black Swan Events
- 8) Administrative Discussions**
 - a. Potential Formation of an Advisory Committee (15 min)
- 9) Articles for Board Member Education / Discussion**
 - a. J.P. Morgan: An Election of Extremes – But a Government of Moderation
 - b. The Wall Street Journal: Is the Bond Market in a Bubble?
- 10) Call to Audience**
- 11) Future Agenda Items**
- 12) Adjournment**

Afternoon Time: 2 hours, 15 minutes

Note 1 – This item was not available when this information was distributed; therefore, the information will be distributed during the meeting.

*Pursuant to ARS 38-431.03(A)(3) and (4): the board may hold an executive session for the purposes of obtaining legal advice from an attorney or attorneys for the Board or to consider its position and instruct its attorney(s) in pending or contemplated litigation. The board may also hold an executive session pursuant to A.R.S. 38-431.03(A)(2) for purposes of discussion or consideration of records, information or testimony exempt by law from public inspection.